

Senate File 2340 - Reprinted

SENATE FILE 2340

BY COMMITTEE ON WAYS AND MEANS

(SUCCESSOR TO SSB 3201)

(As Amended and Passed by the Senate March 27, 2014)

A BILL FOR

- 1 An Act modifying provisions applicable to the solar energy
- 2 system tax credit, and including effective date and
- 3 retroactive applicability provisions.
- 4 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

1 Section 1. Section 422.11L, subsection 1, paragraphs a and
2 b, Code 2014, are amended to read as follows:

3 a. ~~Fifty~~ Sixty percent of the federal residential energy
4 efficient property credit related to solar energy provided
5 in section 25D of the Internal Revenue Code, not to exceed
6 ~~threefive~~ thousand dollars.

7 b. ~~Fifty~~ Sixty percent of the federal energy credit related
8 to solar energy systems provided in section 48 of the Internal
9 Revenue Code, not to exceed ~~fifteen~~ twenty thousand dollars.

10 Sec. 2. Section 422.11L, subsection 3, Code 2014, is amended
11 by adding the following new paragraphs:

12 NEW PARAGRAPH. c. A taxpayer may claim more than one
13 credit under this section, but may claim only one credit per
14 separate and distinct solar installation. The department shall
15 establish criteria, by rule, for determining what constitutes a
16 separate and distinct installation.

17 NEW PARAGRAPH. d. A taxpayer must submit an application
18 to the department for each separate and distinct solar
19 installation. The application must be approved by the
20 department in order to claim the tax credit. The application
21 must be filed by May 1 following the year of the installation
22 of the solar energy system.

23 Sec. 3. Section 422.11L, subsection 4, Code 2014, is amended
24 to read as follows:

25 4. a. The cumulative value of tax credits claimed annually
26 by applicants pursuant to this section shall not exceed ~~one~~
27 four million five hundred thousand dollars. Of this amount,
28 at least one million dollars shall be reserved for claims
29 associated with or resulting from residential solar energy
30 system installations. In the event that the total amount
31 of claims submitted for residential solar energy system
32 installations in a tax year is an amount less than one million
33 dollars, the remaining unclaimed reserved amount shall be
34 made available for claims associated with or resulting from
35 nonresidential solar energy system installations received for

1 the tax year.

2 b. If an amount of tax credits available for a tax year
3 pursuant to paragraph "a" goes unclaimed, the amount of the
4 unclaimed tax credits shall be made available for the following
5 tax year in addition to, and cumulated with, the amount
6 available pursuant to paragraph "a" for the following tax year.

7 Sec. 4. EFFECTIVE UPON ENACTMENT. This Act, being deemed of
8 immediate importance, takes effect upon enactment.

9 Sec. 5. RETROACTIVE APPLICABILITY. This Act applies
10 retroactively to January 1, 2014, for tax years beginning and
11 installations occurring on or after that date.